SF442 REVISOR **CKM** S0442-1 1st Engrossment

SENATE STATE OF MINNESOTA NINETY-THIRD SESSION

A bill for an act

S.F. No. 442

(SENATE AUTHORS: MORRISON, Hawj, Dziedzic, Kunesh and Maye Quade) OFFICIAL STATUS D-PG

DATE 01/19/2023 Introduction and first reading 301

Referred to Environment, Climate, and Legacy
Comm report: To pass as amended and re-refer to Finance 02/16/2023 838a

relating to environment; appropriating money from environment and natural 1 2 resources trust fund; modifying reporting requirements; modifying capital 1.3 construction requirements; modifying prior appropriations; amending Minnesota 1.4 Statutes 2022, sections 116P.15; 116P.16; Laws 2022, chapter 94, section 2, 1.5 subdivisions 5, 9; proposing coding for new law in Minnesota Statutes, chapter 1.6 116P. 1.7 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA: 1.8 **ARTICLE 1** 1.9 1.10 ENVIRONMENT AND NATURAL RESOURCES TRUST FUND APPROPRIATIONS Section 1. APPROPRIATIONS. 1.11 The sums shown in the columns marked "Appropriations" are appropriated to the agencies 1.12 and for the purposes specified in this article. The appropriations are from the environment 1.13 and natural resources trust fund, or another named fund, and are available for the fiscal 1.14 years indicated for each purpose. The figures "2024" and "2025" used in this article mean 1.15 that the appropriations listed under them are available for the fiscal year ending June 30, 1.16 2024, or June 30, 2025, respectively. "The first year" is fiscal year 2024. "The second year" 1.17 is fiscal year 2025. "The biennium" is fiscal years 2024 and 2025. Any unencumbered 1.18 balance remaining in the first year does not cancel and is available for the second year or 1.19 until the end of the appropriation. These are onetime appropriations. 1.20 APPROPRIATIONS 1.21 Available for the Year 1.22 **Ending June 30** 1.23

Sec. 2. MINNESOTA RESOURCES

1.24

1.25

1.1

2024

2025

					C
2.1	Subdivision 1. Total Appropria	<u>tion</u>	<u>\$</u>	79,833,000 \$	<u>-0-</u>
2.2	Appropriations by	Fund			
2.3	<u>2024</u>	<u>2025</u>			
2.4 2.5	Environment and Natural Resources				
2.6	Trust Fund 79,644,	000	<u>-0-</u>		
2.7 2.8	Great Lakes Protection Account 189,	000	<u>-0-</u>		
2.9	The amounts that may be spent f	or each			
2.10	purpose are specified in the follo	wing			
2.11	subdivisions.				
2.12	Subd. 2. Definitions				
2.13	(a) "Trust fund" means the Minn	esota_			
2.14	environment and natural resource	es trust fund			
2.15	established under the Minnesota G	Constitution,			
2.16	article XI, section 14.				
2.17	(b) "Great Lakes protection acco	unt" means			
2.18	the account referred to in Minnes	ota Statutes,			
2.19	section 116Q.02.				
2.20 2.21	Subd. 3. Foundational Natural and Information	Resource Data	<u>1</u>	8,219,000	<u>-0-</u>
2.22 2.23	(a) Assessing Restorations for land Other Bumblebee Habitat	Rusty-Patched			
2.24	\$75,000 the first year is from the	trust fund to			
2.25	the commissioner of natural reso	urces for an			
2.26	agreement with the Friends of the	Mississippi			
2.27	River to assess how prairie restor	ration and			
2.28	different restoration seeding met	hods affect			
2.29	bumblebee abundance, diversity,	and habitat			
2.30	and make recommendations to in	nprove			
2.31	restoration outcomes.				
2.32	(b) Removing Barriers to Carbo	on Market Ent	<u>ry</u>		
2.33	\$482,000 the first year is from the	e trust fund			
2.34	to the Board of Regents of the U	niversity of			
2.35	Minnesota to develop ground-tes	ted carbon			

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4.1 4.2	(f) Statewide Forest Carbon Inventory and Change Mapping
4.3	\$987,000 the first year is from the trust fund
4.4	to the commissioner of natural resources to
4.5	work with Minnesota Forest Resources
4.6	Council, Minnesota Forestry Association, the
4.7	Board of Water and Soil Resources, and the
4.8	University of Minnesota to develop a
4.9	programmatic approach and begin collecting
4.10	plot-based inventories on private forestland
4.11	for use with remote sensing data to better
4.12	assess changing forest conditions and climate
4.13	mitigation opportunities across all ownerships
4.14	in the state.
4.15 4.16	(g) Predicting the Future of Aquatic Species by Understanding the Past
4.17	\$170,000 the first year is from the trust fund
4.18	to the Board of Regents of the University of
4.19	Minnesota to use past and present information
4.20	to model future ranges of native aquatic
4.21	species in Minnesota to generate publicly
4.22	available tools for species and habitat
4.23	management.
4.24 4.25	(h) Assessing Status of Common Tern Populations in Minnesota
4.26	\$199,000 the first year is from the trust fund
4.27	to the Board of Regents of the University of
4.28	Minnesota for the Natural Resources Research
4.29	Institute in Duluth to assess the population
4.30	status of Common Tern breeding colonies in
4.31	Minnesota, implement management activities,
4.32	and develop a standardized monitoring
4.33	protocol and online database for accessing
4.34	current and historic monitoring data to help
4.35	prioritize conservation and restoration actions
4.36	for this state-threatened species.

5.1 5.2	(i) Salvaged Wildlife to Inform Environmental Health, Ecology, and Education
5.3	\$486,000 the first year is from the trust fund
5.4	to the Board of Regents of the University of
5.5	Minnesota, Bell Museum of Natural History,
5.6	to establish a statewide network to collect,
5.7	analyze, and archive salvaged dead wildlife
5.8	and build a foundation of biodiversity
5.9	resources to track ecosystem-wide changes,
5.10	monitor environmental health, and educate
5.11	Minnesotans about the value of scientific
5.12	specimens.
5.13 5.14	(j) Developing Conservation Priorities for Rare and Specialist Bees
5.15	\$619,000 the first year is from the trust fund
5.16	to the Board of Regents of the University of
5.17	Minnesota to collect data on rare and specialist
5.18	bees and their habitat preferences, determine
5.19	their conservation status, and develop
5.20	strategies to improve their chances of survival.
5.21 5.22	(k) Efficacy of Urban Archery Hunting to Manage Deer
5.23	\$393,000 the first year is from the trust fund
5.24	to the Board of Trustees of the Minnesota
5.25	State Colleges and Universities for Bemidji
5.26	State University to conduct an analysis of deer
5.27	survival, habitat use, and hunter data in the
5.28	city of Bemidji to improve special archery
5.29	hunt management practices in urban areas of
5.30	the state.
5.31 5.32	(1) Mapping the Ecology of Urban and Rural Canids
5.33	\$601,000 the first year is from the trust fund
5.34	to the Board of Regents of the University of
5.35	Minnesota to determine how disease

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to the commissioner of natural resources to

7.1	establish baseline conditions and develop a
7.2	cost-effective method to monitor
7.3	approximately 93,000 acres of old growth
7.4	forest in Minnesota to ensure that these rare
7.5	and important forest resources are properly
7.6	protected.
7.7 7.8	(q) Integrating Remotely Sensed Data with Traditional Forest Inventory
7.9	\$191,000 the first year is from the trust fund
7.10	to the Board of Regents of the University of
7.11	Minnesota for the Natural Resources Research
7.12	Institute in Duluth to calibrate and optimize
7.13	the use of LiDAR for forest inventory
7.14	purposes and estimate stand-level forest
7.15	resource metrics in northeastern Minnesota so
7.16	ecosystem services can be better considered
7.17	in management decisions.
7.18 7.19	(r) Community Response Monitoring for Adaptive Management in Southeast Minnesota
7.20	\$483,000 the first year is from the trust fund
7.21	to the commissioner of natural resources for
7.21 7.22	to the commissioner of natural resources for an agreement with The Nature Conservancy
7.22	an agreement with The Nature Conservancy
7.22 7.23	an agreement with The Nature Conservancy to assess community-level plant and animal
7.22 7.23 7.24	an agreement with The Nature Conservancy to assess community-level plant and animal responses to past restoration efforts in select
7.22 7.23 7.24 7.25	an agreement with The Nature Conservancy to assess community-level plant and animal responses to past restoration efforts in select southeast Minnesota conservation focus areas
7.22 7.23 7.24 7.25 7.26	an agreement with The Nature Conservancy to assess community-level plant and animal responses to past restoration efforts in select southeast Minnesota conservation focus areas to determine if management outcomes are
7.22 7.23 7.24 7.25 7.26 7.27	an agreement with The Nature Conservancy to assess community-level plant and animal responses to past restoration efforts in select southeast Minnesota conservation focus areas to determine if management outcomes are being achieved.
7.22 7.23 7.24 7.25 7.26 7.27 7.28	an agreement with The Nature Conservancy to assess community-level plant and animal responses to past restoration efforts in select southeast Minnesota conservation focus areas to determine if management outcomes are being achieved. (s) Minnesota Biodiversity Atlas - Phase III
7.22 7.23 7.24 7.25 7.26 7.27 7.28 7.29	an agreement with The Nature Conservancy to assess community-level plant and animal responses to past restoration efforts in select southeast Minnesota conservation focus areas to determine if management outcomes are being achieved. (s) Minnesota Biodiversity Atlas - Phase III \$797,000 the first year is from the trust fund
7.22 7.23 7.24 7.25 7.26 7.27 7.28 7.29 7.30	an agreement with The Nature Conservancy to assess community-level plant and animal responses to past restoration efforts in select southeast Minnesota conservation focus areas to determine if management outcomes are being achieved. (s) Minnesota Biodiversity Atlas - Phase III \$797,000 the first year is from the trust fund to the Board of Regents of the University of
7.22 7.23 7.24 7.25 7.26 7.27 7.28 7.29 7.30 7.31	an agreement with The Nature Conservancy to assess community-level plant and animal responses to past restoration efforts in select southeast Minnesota conservation focus areas to determine if management outcomes are being achieved. (s) Minnesota Biodiversity Atlas - Phase III \$797,000 the first year is from the trust fund to the Board of Regents of the University of Minnesota, Bell Museum of Natural History,
7.22 7.23 7.24 7.25 7.26 7.27 7.28 7.29 7.30 7.31 7.32	an agreement with The Nature Conservancy to assess community-level plant and animal responses to past restoration efforts in select southeast Minnesota conservation focus areas to determine if management outcomes are being achieved. (s) Minnesota Biodiversity Atlas - Phase III \$797,000 the first year is from the trust fund to the Board of Regents of the University of Minnesota, Bell Museum of Natural History, to expand the Minnesota Biodiversity Atlas

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8.1	from new pa	artners, historical da	ta, and			
8.2	repatriating records of Minnesota's					
8.3	biodiversity that exist in various federal					
8.4	institutions.					
8.5	<u>Subd. 4.</u> W a	ater Resources			8,328,000	<u>-0-</u>
8.6		Appropriations by	Fund			
8.7	Environmen					
8.8 8.9	Natural Res Trust Fund	ources 8,139	,000	-0-		
8.10	Great Lakes	_				
8.11	Protection A	Account 189	<u>0,000</u>	<u>-0-</u>		
8.12 8.13	(a) Ditching Wetland Ro	g Delinquent Ditche estoration	es: Optimizing			
8.14	\$199,000 th	e first year is from the	he trust fund			
8.15	to the Board	of Regents of the U	Iniversity of			
8.16	Minnesota t	o use new technique	s to identify			
8.17	and rank are	eas statewide where	targeted			
8.18	removal of p	oorly functioning dra	ninage ditches			
8.19	and restorat	ion to wetlands can j	<u>provide</u>			
8.20	maximum h	uman and ecologica	l benefits,			
8.21	including ac	quifer recharge and f	<u>lood</u>			
8.22	prevention.					
8.23 8.24	(b) Assessm Outcomes	nent of Red River B	asin Project			
8.25	\$920,000 th	e first year is from the	he trust fund			
8.26	to the comm	nissioner of natural r	esources for			
8.27	an agreeme	nt with Red River W	atershed			
8.28	Managemen	nt Board acting as fis	scal agent for			
8.29	the Red Rive	er Basin Flood Dama	ge Reduction			
8.30	Work Group	to plan and implem	<u>nent</u>			
8.31	multiresour	ce monitoring at floo	od damage			
8.32	reduction ar	nd natural resource e	nhancement			
8.33	projects acro	oss the Red River Bas	in to evaluate			
8.34	outcomes ar	nd improve design of	f future			
8.35	projects at a	regional scale. This	appropriation			
8.36	is available	until June 30, 2028, b	y which time			

9.1	the project must be completed and final
9.2	products delivered.
9.3 9.4	(c) Wind Wave and Boating Impacts on Inland <u>Lakes</u>
9.5	\$415,000 the first year is from the trust fund
9.6	to the Board of Regents of the University of
9.7	Minnesota for the St. Anthony Falls
9.8	Laboratory to conduct a field study to measure
9.9	the impacts of boat propeller wash and boat
9.10	wakes on lake bottoms, shorelines, and water
9.11	quality compared to the impacts of
9.12	wind-generated waves.
9.13 9.14	(d) Finding, Capturing, and Destroying PFAS in Minnesota Waters
9.15	\$478,000 the first year is from the trust fund
9.16	to the Board of Regents of the University of
9.17	Minnesota to develop novel methods for the
9.18	detection, sequestration, and degradation of
9.19	poly- and perfluoroalkyl substances (PFAS)
9.20	in Minnesota's lakes and rivers.
9.21 9.22	(e) Sinking and Suspended Microplastic Particles in Lake Superior
9.23	\$412,000 the first year is to the Board of
9.24	Regents of the University of Minnesota for
9.25	the Large Lakes Observatory in Duluth to
9.26	investigate the abundance, characteristics, and
9.27	fate of microplastic particles in Lake Superior
9.28	to inform remediation strategies and analyses
9.29	of environmental impacts. Of this amount,
9.30	\$189,000 is from the Great Lakes protection
9.31	account and \$223,000 is from the trust fund.
9.32	These appropriations may also be used to
9.33	educate the public about the research
9.34	conducted with this appropriation.

10.1	Inhibitor (QoI) Fungicides
10.3	\$279,000 the first year is from the trust fund
10.4	to the commissioner of natural resources for
10.5	an agreement with the University of St.
10.6	Thomas to assess the ecological hazards
10.7	associated with QoI fungicides and their major
10.8	environmental transformation products.
10.9	(g) Brightsdale Dam Channel Restoration
10.10	\$1,004,000 the first year is from the trust fund
10.11	to the commissioner of natural resources for
10.12	an agreement with Fillmore County Soil and
10.13	Water Conservation District to reduce
10.14	sedimentation and improve aquatic habitat by
10.15	restoring a channel of the north branch of the
10.16	Root River at the site of a failed hydroelectric
10.17	power dam that was removed in 2003.
10.18	(h) Mapping Aquifer Recharge Potential
10.19	\$391,000 the first year is from the trust fund
10.20	to the Board of Regents of the University of
10.21	Minnesota for the St. Anthony Falls
10.22	Laboratory to partner with the Freshwater
10.23	Society to develop a practical tool for mapping
10.24	aquifer recharge potential, demonstrate the
10.25	tool with laboratory and field tests, use the
10.26	tool to evaluate recharge potential of several
10.27	aquifers in Minnesota, and analyze aquifer
10.28	recharge policy.
10.29 10.30	(i) ALASD's Chloride Source Reduction Pilot <u>Program</u>
10.31	\$764,000 the first year is from the trust fund
10.32	to the commissioner of natural resources for
10.33	an agreement with Alexandria Lake Area
10.34	Sanitary District (ALASD) to coordinate with
10.35	Douglas County and the Pollution Control

11.1	Agency to pilot an incentive program for
11.2	residences and businesses to install
11.3	high-efficiency water softeners, salt-free
11.4	systems, or softener discharge disposal
11.5	systems to reduce the annual salt load to Lake
11.6	Winona and downstream waters. The pilot
11.7	program includes rebates, inspections,
11.8	community education, and water quality
11.9	monitoring to measure chloride reduction
11.10	success. This appropriation is available until
11.11	June 30, 2027, by which time the project must
11.12	be completed and final products delivered.
11.13 11.14	(j) Removing CECs from Stormwater with Biofiltration
11.15	\$641,000 the first year is from the trust fund
11.16	to the Board of Regents of the University of
11.17	Minnesota for the St. Anthony Falls
11.18	Laboratory to develop a treatment practice
11.19	design using biofiltration media to remove
11.20	contaminants of emerging concern (CECs)
11.21	from stormwater runoff and to provide
11.22	statewide stormwater management guidance.
11.23 11.24	(k) Didymo II The North Shore Threat Continues
11.25	\$394,000 the first year is from the trust fund
11.26	to the Science Museum of Minnesota for the
11.27	St. Croix Watershed Research Station to
11.28	identify North Shore streams with didymo,
11.29	determine the risk of invasion to other streams,
11.30	document didymo impacts to stream
11.31	functioning, and develop strategies to prevent
11.32	further spread of didymo.
11.33 11.34	(1) Leveraging Data Analytics Innovations for Watershed District Planning

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13.1	environmental education, experiential learning,
13.2	and wilderness canoe trips.
13.3 13.4	(b) Statewide Environmental Education via PBS Outdoor Series
13.5	\$391,000 the first year is from the trust fund
13.6	to the commissioner of natural resources for
13.7	an agreement with Pioneer Public
13.8	Broadcasting Service to produce new episodes
13.9	of a statewide public television series and an
13.10	educational web page designed to inspire
13.11	Minnesotans to connect with the outdoors and
13.12	to restore and protect the state's natural
13.13	resources.
13.14 13.15	(c) Increasing Diversity in Environmental Careers
13.16	\$763,000 the first year is from the trust fund
13.17	to the commissioner of natural resources in
13.18	cooperation with Conservation Corps
13.19	Minnesota and Iowa to ensure a stable and
13.20	prepared natural resources work force in
13.21	Minnesota by encouraging a diversity of
13.22	students to pursue careers in environment and
13.23	natural resources through internships,
13.24	mentorships, and fellowships with the
13.25	Department of Natural Resources, the Board
13.26	of Water and Soil Resources, and the Pollution
13.27	Control Agency. This appropriation is
13.28	available until June 30, 2028, by which time
13.29	the project must be completed and final
13.30	products delivered.
13.31 13.32 13.33	(d) Reducing Biophobia & Fostering Environmental Stewardship in Underserved Schools
13.34	\$180,000 the first year is from the trust fund
13.35	to the Board of Regents of the University of
13.36	Minnesota for the Raptor Center to foster

14.1	long-lasting environmental stewardship and
14.2	literacy in Minnesota youth in underserved
14.3	schools by providing engaging, multiunit,
14.4	standards-based environmental programming
14.5	featuring positive interactions with raptors and
14.6	evaluating program effectiveness and areas
14.7	for improvement.
14.8 14.9	(e) Sharing Minnesota's Biggest Environmental Investment
14.10	\$628,000 the first year is from the trust fund
14.11	to the Science Museum of Minnesota, in
14.12	coordination with the Legislative-Citizen
14.13	Commission on Minnesota Resources
14.14	(LCCMR), to increase public access to the
14.15	results of LCCMR-recommended research,
14.16	including through a free online interactive
14.17	map, in-depth videos, and public events.
14.18 14.19	(f) North Shore Private Forestry Outreach and Implementation
14.20	\$375,000 the first year is from the trust fund
14.21	to the commissioner of natural resources for
14.22	an agreement with Sugarloaf: The North Shore
14.23	Stewardship Association to conduct outreach
14.24	to private forest landowners, develop site
14.25	restoration plans, and connect landowners with
14.26	restoration assistance to encourage private
14.27	forest restoration and improve the ecological
14.28	health of Minnesota's North Shore forest
14.29	landscape.
14.30 14.31	(g) Teaching Students about Watersheds through Outdoor Science
14.32	\$290,000 the first year is from the trust fund
14.33	to the commissioner of natural resources for
14.34	an agreement with Minnesota Trout Unlimited
14 35	to engage students in classroom and outdoor

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- 17.8 (d) Lichens as Low-Cost Air Quality Monitors
- in Minnesota 17.9

change through time.

17.6

17.7

- \$341,000 the first year is from the trust fund 17.10
- 17.11 to the Board of Regents of the University of
- Minnesota to develop community science 17.12
- protocols for using lichens as indicators of air 17.13
- quality and conduct an analysis of air pollution 17.14
- changes across Minnesota in the present and 17.15
- 17.16 in the past century.
- (e) Environment-Friendly Decarbonizing of Steel 17.17
- Production with Hydrogen Plasma 17.18
- \$739,000 the first year is from the trust fund 17.19
- 17.20 to the Board of Regents of the University of
- Minnesota to investigate the use of microwave 17.21
- hydrogen plasma to reduce fossil fuel use, 17.22
- carbon dioxide emissions, and waste and 17.23
- enable the use of alternative iron resources, 17.24
- 17.25 including lower quality iron ores, tailings, and
- 17.26 iron ore waste piles, in the iron-making
- industry. This appropriation is subject to 17.27
- Minnesota Statutes, section 116P.10. 17.28
- (f) Economic Analysis Guide for Minnesota 17.29
- **Climate Investments** 17.30
- \$54,000 the first year is from the trust fund to 17.31
- the commissioner of the Minnesota Pollution 17.32
- 17.33 Control Agency to create a guide that will
- incorporate nation-wide best practices for 17.34

18.1	considering costs, benefits, economics, and		
18.2	equity in Minnesota climate policy decisions.		
18.3 18.4	Subd. 8. Methods to Protect or Restore Land, Water, and Habitat	15,997,000	<u>-0-</u>
18.5 18.6	(a) Minnesota Bee and Beneficial Species Habitat Enhancement II		
18.7	\$876,000 the first year is from the trust fund		
18.8	to the commissioner of natural resources for		
18.9	an agreement with Pheasants Forever Inc. to		
18.10	enhance grassland habitats to benefit		
18.11	pollinators and other wildlife species on		
18.12	permanently protected lands and to collaborate		
18.13	with the University of Minnesota to determine		
18.14	best practices for seeding timing and		
18.15	techniques.		
18.16 18.17	(b) Karner Blue Butterfly Insurance Population Establishment in Minnesota		
18.18	\$405,000 the first year is from the trust fund		
18.19	to the commissioner of natural resources for		
18.20	an agreement with the Three Rivers Park		
18.21	District to establish a breeding population of		
18.22	the federally endangered Karner blue butterfly		
18.23	on protected lands within the butterfly's		
18.24	northern expanding range, increase the habitat		
18.25	area, and evaluate the butterfly establishment		
18.26	effort to assist with adaptive management.		
18.27	This appropriation is available until June 30,		
18.28	2027, by which time the project must be		
18.29	completed and final products delivered.		
18.30 18.31	(c) Root River Habitat Restoration at Eagle Bluff		
18.32	\$866,000 the first year is from the trust fund		
18.33	to the commissioner of natural resources for		
18.34	an agreement with Eagle Bluff Environmental		
18.35	Learning Center to restore habitat in and		

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19.1	alongside the Root River north of Lanesboro,
19.2	Minnesota, and to conduct monitoring to
19.3	ensure water quality and fish population
19.4	improvements are achieved. This appropriation
19.5	is available until June 30, 2028, by which time
19.6	the project must be completed and final
19.7	products delivered.
19.8 19.9	(d) Restoring Mussels in Streams and Lakes - Continuation
19.10	\$825,000 the first year is from the trust fund
19.11	to the commissioner of natural resources to
19.12	propagate, rear, and restore native freshwater
19.13	mussel assemblages and the ecosystem
19.14	services they provide in the Mississippi,
19.15	Cedar, and Cannon Rivers; to evaluate
19.16	reintroduction success; and to inform the
19.17	public on mussels and mussel conservation.
19.18 19.19	(e) Minnesota Million: Seedlings for Reforestation and CO ₂ Sequestration
19.20	\$906,000 the first year is from the trust fund
19.21	to the Board of Regents of the University of
19.22	Minnesota, Duluth, to collaborate with The
19.23	Nature Conservancy and Minnesota Extension
19.24	to expand networks of seed collectors and tree
19.25	growers and to research tree planting strategies
19.26	to accelerate reforestation for carbon
19.27	sequestration, wildlife habitat, and watershed
19.28	resilience.
19.29 19.30	(f) Panoway on Wayzata Bay Shoreline Restoration Project
19.31	\$200,000 the first year is from the trust fund
19.32	to the commissioner of natural resources for
19.33	an agreement with the city of Wayzata to
19.34	restore native lake bottom and shoreline
19.35	vegetation to improve shoreline stability,

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to the commissioner of natural resources for

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23.1	an agreement with the Minneapolis Park and
23.2	Recreation Board to enhance and restore
23.3	habitat in and between urban neighborhood
23.4	parks and the Mississippi River to benefit
23.5	animals, plants, and neighborhoods
23.6	traditionally disconnected from nature and to
23.7	raise awareness of the Mississippi River
23.8	Flyway.
23.9 23.10	(q) Statewide Diversion of Furniture and Mattress Waste Pilots
23.11	\$2,833,000 the first year is from the trust fund
23.12	to the commissioner of natural resources for
23.13	an agreement with EMERGE Community
23.14	Development to work collaboratively with the
23.15	University of Minnesota, Second Chance
23.16	Recycling, and local governments to test and
23.17	implement methods to expand mattress and
23.18	furniture recycling statewide, including by
23.19	researching value-add commodity markets for
23.20	recycled materials, piloting mattress collection
23.21	in greater Minnesota counties, piloting
23.22	curbside furniture collection in the
23.23	metropolitan area, and increasing facility
23.24	capacity to recycle collected mattresses. Any
23.25	revenue generated from selling products or
23.26	assets developed or acquired with this
23.27	appropriation must be repaid to the trust fund
23.28	unless a plan is approved for reinvestment of
23.29	income in the project. This appropriation is
23.30	subject to Minnesota Statutes, section 116P.10.
23.31	(r) Phelps Mill Wetland and Prairie Restoration
23.32	\$974,000 the first year is from the trust fund
23.33	to the commissioner of natural resources for
23.34	an agreement with Otter Tail County to plan,
23.35	engineer, and restore wetlands and prairie

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26.1	(f) Construction of East Park
26.2	\$700,000 the first year is from the trust fund
26.3	to the commissioner of natural resources for
26.4	an agreement with the city of St. Joseph to
26.5	increase recreational opportunities and access
26.6	at East Park along the Sauk River in St. Joseph
26.7	through enhancements such as a canoe and
26.8	kayak access, a floating dock, paved and
26.9	mowed trails, and parking entrance
26.10	improvements.
26.11 26.12	(g) Scandia Gateway Trail to William O'Brien State Park
26.13	\$2,689,000 the first year is from the trust fund
26.14	to the commissioner of natural resources for
26.15	an agreement with the city of Scandia to
26.16	engineer and construct a segment of the
26.17	Gateway State Trail between the city of
26.18	Scandia and William O'Brien State Park that
26.19	will be maintained by the Department of
26.20	Natural Resources. The segment to be
26.21	constructed includes a pedestrian tunnel and
26.22	trailhead parking area. This project must be
26.23	designed and constructed in accordance with
26.24	Department of Natural Resources state trail
26.25	standards. Engineering and construction plans
26.26	must be approved by the commissioner of
26.27	natural resources before construction may
26.28	commence. This appropriation is available
26.29	until June 30, 2027, by which time the project
26.30	must be completed and final products
26.31	delivered.
26.32 26.33	(h) Grand Marais Mountain Bike Trail Rehabilitation - Phase II
26.34	\$200,000 the first year is from the trust fund
26.35	to the commissioner of natural resources for

to the commissioner of natural resources to
acquire high-priority inholdings from willing
sellers within the legislatively authorized
boundaries of state parks, recreation areas, and

trails to protect Minnesota's natural heritage,

enhance outdoor recreation, and improve the

27.16 efficiency of public land management. This

27.17 <u>appropriation is available until June 30, 2027,</u>

27.18 by which time the project must be completed

27.19 <u>and final products delivered.</u>

27.14

27.15

27.22

27.20 (j) St. Louis River Re-Connect - Phase II

\$1,375,000 the first year is from the trust fund

to the commissioner of natural resources for

27.23 an agreement with the city of Duluth to

27.24 increase recreational opportunities and access

27.25 to the Waabizheshikana hiking and water trails

27.26 in West Duluth with trail and trailhead

27.27 enhancements such as accessible canoe and

27.28 kayak launches, picnic areas, and restrooms;

27.29 restored habitat; stormwater improvements;

27.30 directional signage, and trailside interpretation.

27.31 This appropriation may also be used to partner

27.32 with the St. Louis River Alliance to create an

27.33 <u>ambassadors program to engage the</u>

27.34 <u>surrounding community and facilitate use of</u>

27.35 <u>the trails.</u>

28.1	(k) City of Biwabik Recreation
28.2	\$1,306,000 the first year is from the trust fund
28.3	to the commissioner of natural resources for
28.4	an agreement with the city of Biwabik to
28.5	reconstruct and renovate Biwabik Recreation
28.6	Area's access road, parking area, and bathroom
28.7	facilities.
28.8	(1) Silver Bay Multimodal Trailhead Project
28.9	\$1,970,000 the first year is from the trust fund
28.10	to the commissioner of natural resources for
28.11	an agreement with the city of Silver Bay to
28.12	develop a multimodal trailhead center to
28.13	provide safe access to the Superior Hiking,
28.14	Gitchi-Gami Bike, and C.J. Ramstad/North
28.15	Shore trails; Black Beach Park; and other
28.16	recreational destinations. Before any
28.17	construction costs are incurred, the city must
28.18	demonstrate that all funding to complete the
28.19	project are secured.
28.20 28.21	(m) Above the Falls Regional Park Restoration Planning and Acquisition
28.22	\$1,376,000 the first year is from the trust fund
28.23	to the commissioner of natural resources for
28.24	an agreement with the Minneapolis Park and
28.25	Recreation Board to acquire land along the
28.26	Mississippi River from willing sellers for
28.27	habitat restoration, trail development, and
28.28	low-intensity recreational facilities in Above
28.29	the Falls Regional Park. This appropriation
28.30	may also be used to prepare restoration plans
28.31	for lands acquired. This appropriation may not
28.32	be used to purchase habitable residential
28.33	structures. Before the acquisition, a phase 1
28.34	environmental assessment must be completed
28.35	and the Minneapolis Park and Recreation

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30.21 (d) Legislative Coordinating Commission Legacy

30.22 **Website**

\$2,000 the first year is from the trust fund to

30.24 the Legislative Coordinating Commission for

30.25 the website required in Minnesota Statutes,

section 3.303, subdivision 10.

30.27 Subd. 11. Availability of Appropriations

30.28 Money appropriated in this section may not

30.29 be spent on activities unless they are directly

30.30 related to and necessary for a specific

30.31 appropriation and are specified in the work

30.32 plan approved by the Legislative-Citizen

30.33 Commission on Minnesota Resources. Money

appropriated in this section must not be spent

31.1	on indirect costs or other institutional overhead
31.2	charges that are not directly related to and
31.3	necessary for a specific appropriation. Costs
31.4	that are directly related to and necessary for
31.5	an appropriation, including financial services,
31.6	human resources, information services, rent,
31.7	and utilities, are eligible only if the costs can
31.8	be clearly justified and individually
31.9	documented specific to the appropriation's
31.10	purpose and would not be generated by the
31.11	recipient but for receipt of the appropriation.
31.12	No broad allocations for costs in either dollars
31.13	or percentages are allowed. Unless otherwise
31.14	provided, the amounts in this section are
31.15	available for three years beginning July 1,
31.16	2023, and ending June 30, 2026, when projects
31.17	must be completed and final products
31.18	delivered. For acquisition of real property, the
31.19	appropriations in this section are available for
31.20	an additional fiscal year if a binding contract
31.21	for acquisition of the real property is entered
31.22	into before the expiration date of the
31.23	appropriation. If a project receives a federal
31.24	award, the period of the appropriation is
31.25	extended to equal the federal award period to
31.26	a maximum trust fund appropriation length of
31.27	six years.
31.28	Subd. 12. Data Availability Requirements Data
31.29	Data collected by the projects funded under
31.30	this section must conform to guidelines and
31.31	standards adopted by Minnesota IT Services.
31.32	Spatial data must also conform to additional
31.33	guidelines and standards designed to support
31.34	data coordination and distribution that have
31.35	been published by the Minnesota Geospatial

32.1	Information Office. Descriptions of spatial
32.2	data must be prepared as specified in the state's
32.3	geographic metadata guideline and must be
32.4	submitted to the Minnesota Geospatial
32.5	Information Office. All data must be
32.6	accessible and free to the public unless made
32.7	private under the Data Practices Act,
32.8	Minnesota Statutes, chapter 13. To the extent
32.9	practicable, summary data and results of
32.10	projects funded under this section should be
32.11	readily accessible on the Internet and
32.12	identified as having received funding from the
32.13	environment and natural resources trust fund.
32.14	Subd. 13. Project Requirements
32.15	(a) As a condition of accepting an
32.16	appropriation under this section, an agency or
32.17	entity receiving an appropriation or a party to
32.18	an agreement from an appropriation must
32.19	comply with paragraphs (b) to (l) and
32.20	Minnesota Statutes, chapter 116P, and must
32.21	submit a work plan and annual or semiannual
32.22	progress reports in the form determined by the
32.23	Legislative-Citizen Commission on Minnesota
32.24	Resources for any project funded in whole or
32.25	in part with funds from the appropriation.
32.26	Modifications to the approved work plan and
32.27	budget expenditures must be made through
32.28	the amendment process established by the
32.29	Legislative-Citizen Commission on Minnesota
32.30	Resources.
32.31	(b) A recipient of money appropriated in this
32.32	section that conducts a restoration using funds
32.33	appropriated in this section must use native
32.34	plant species according to the Board of Water
32.35	and Soil Resources' native vegetation

33.1	establishment and enhancement guidelines
33.2	and include an appropriate diversity of native
33.3	species selected to provide habitat for
33.4	pollinators throughout the growing season as
33.5	required under Minnesota Statutes, section
33.6	<u>84.973.</u>
33.7	(c) For all restorations conducted with money
33.8	appropriated under this section, a recipient
33.9	must prepare an ecological restoration and
33.10	management plan that, to the degree
33.11	practicable, is consistent with the
33.12	highest-quality conservation and ecological
33.13	goals for the restoration site. Consideration
33.14	should be given to soil, geology, topography,
33.15	and other relevant factors that would provide
33.16	the best chance for long-term success and
33.17	durability of the restoration project. The plan
33.18	must include the proposed timetable for
33.19	implementing the restoration, including site
33.20	preparation, establishment of diverse plant
33.21	species, maintenance, and additional
33.22	enhancement to establish the restoration;
33.23	identify long-term maintenance and
33.24	management needs of the restoration and how
33.25	the maintenance, management, and
33.26	enhancement will be financed; and take
33.27	advantage of the best-available science and
33.28	include innovative techniques to achieve the
33.29	best restoration.
33.30	(d) An entity receiving an appropriation in this
33.31	section for restoration activities must provide
33.32	an initial restoration evaluation at the
33.33	completion of the appropriation and an
33.34	evaluation three years after the completion of
33.35	the expenditure. Restorations must be

34.1	evaluated relative to the stated goals and
34.2	standards in the restoration plan, current
34.3	science, and, when applicable, the Board of
34.4	Water and Soil Resources' native vegetation
34.5	establishment and enhancement guidelines.
34.6	The evaluation must determine whether the
34.7	restorations are meeting planned goals,
34.8	identify any problems with implementing the
34.9	restorations, and, if necessary, give
34.10	recommendations on improving restorations.
34.11	The evaluation must be focused on improving
34.12	future restorations.
34.13	(e) All restoration and enhancement projects
34.14	funded with money appropriated in this section
34.15	must be on land permanently protected by a
34.16	conservation easement or public ownership.
34.17	(f) A recipient of money from an appropriation
34.18	under this section must give consideration to
34.19	contracting with Conservation Corps
34.20	Minnesota for contract restoration and
34.21	enhancement services.
34.22	(g) All conservation easements acquired with
34.23	money appropriated under this section must:
34.24	(1) be permanent;
34.25	(2) specify the parties to an easement in the
34.26	easement;
34.27	(3) specify all provisions of an agreement that
34.28	are permanent;
34.29	(4) be sent to the Legislative-Citizen
34.30	Commission on Minnesota Resources in an
34.31	electronic format at least ten business days
34.32	before closing;

35.1	(5) include a long-term monitoring and
35.2	enforcement plan and funding for monitoring
35.3	and enforcing the easement agreement; and
35.4	(6) include requirements in the easement
35.5	document to protect the quantity and quality
35.6	of groundwater and surface water through
35.7	specific activities such as keeping water on
35.8	the landscape, reducing nutrient and
35.9	contaminant loading, and not permitting
35.10	artificial hydrological modifications.
35.11	(h) For any acquisition of lands or interest in
35.12	lands, a recipient of money appropriated under
35.13	this section must not agree to pay more than
35.14	100 percent of the appraised value for a parcel
35.15	of land using this money to complete the
35.16	purchase, in part or in whole, except that up
35.17	to ten percent above the appraised value may
35.18	be allowed to complete the purchase, in part
35.19	or in whole, using this money if permission is
35.20	received in advance of the purchase from the
35.21	Legislative-Citizen Commission on Minnesota
35.22	Resources.
35.23	(i) For any acquisition of land or interest in
35.24	land, a recipient of money appropriated under
35.25	this section must give priority to high-quality
35.26	natural resources or conservation lands that
35.27	provide natural buffers to water resources.
35.28	(j) For new lands acquired with money
35.29	appropriated under this section, a recipient
35.30	must prepare an ecological restoration and
35.31	management plan in compliance with
35.32	paragraph (c), including sufficient funding for
35.33	implementation unless the work plan addresses
35.34	why a portion of the money is not necessary
35.35	to achieve a high-quality restoration.

36.1	(k) To ensure public accountability for using
36.2	public funds, a recipient of money
36.3	appropriated under this section must, within
36.4	60 days of the transaction, provide to the
36.5	Legislative-Citizen Commission on Minnesota
36.6	Resources documentation of the selection
36.7	process used to identify parcels acquired and
36.8	provide documentation of all related
36.9	transaction costs, including but not limited to
36.10	appraisals, legal fees, recording fees,
36.11	commissions, other similar costs, and
36.12	donations. This information must be provided
36.13	for all parties involved in the transaction. The
36.14	recipient must also report to the
36.15	Legislative-Citizen Commission on Minnesota
36.16	Resources any difference between the
36.17	acquisition amount paid to the seller and the
36.18	state-certified or state-reviewed appraisal, if
36.19	a state-certified or state-reviewed appraisal
36.20	was conducted.
36.21	(l) A recipient of an appropriation from the
36.22	trust fund under this section must acknowledge
36.23	financial support from the environment and
36.24	natural resources trust fund in project
36.25	publications, signage, and other public
36.26	communications and outreach related to work
36.27	completed using the appropriation.
36.28	
	Acknowledgment may occur, as appropriate,
36.29	Acknowledgment may occur, as appropriate, through use of the trust fund logo or inclusion
36.29 36.30	
	through use of the trust fund logo or inclusion
36.30	through use of the trust fund logo or inclusion of language attributing support from the trust
36.30 36.31	through use of the trust fund logo or inclusion of language attributing support from the trust fund. Each direct recipient of money
36.30 36.31 36.32	through use of the trust fund logo or inclusion of language attributing support from the trust fund. Each direct recipient of money appropriated in this section, as well as each
36.30 36.31 36.32 36.33	through use of the trust fund logo or inclusion of language attributing support from the trust fund. Each direct recipient of money appropriated in this section, as well as each recipient of a grant awarded pursuant to this

37.1	Minnesota Statutes, section 3.303, subdivision		
37.2	10, and Minnesota Statutes, chapter 116P.		
37.3	(m) A recipient of an appropriation from the		
37.4	trust fund under this section that is receiving		
37.5	funding to conduct children's services, as		
37.6	defined in Minnesota Statutes, section		
37.7	299C.61, subdivision 7, must certify to the		
37.8	Legislative-Citizen Commission on Minnesota		
37.9	Resources, as part of the required work plan,		
37.10	that criminal background checks for		
37.11	background check crimes, as defined in		
37.12	Minnesota Statutes, section 299C.61,		
37.13	subdivision 2, are performed on all employees,		
37.14	contractors, and volunteers that have or may		
37.15	have access to a child to whom the recipient		
37.16	provides children's services using the		
37.17	appropriation.		
37.18 37.19	Subd. 14. Payment Conditions and Capital Equipment Expenditures		
37.20	(a) All agreements, grants, or contracts		
37.21	referred to in this section must be administered		
37.22	on a reimbursement basis unless otherwise		
37.23	provided in this section. Notwithstanding		
37.24	Minnesota Statutes, section 16A.41,		
37.25	expenditures made on or after July 1, 2023,		
37.26	or the date the work plan is approved,		
37.27	whichever is later, are eligible for		
37.28	reimbursement unless otherwise provided in		
37.29	this section. Periodic payments must be made		
37.30	upon receiving documentation that the		
37.31	deliverable items articulated in the approved		
37.32	work plan have been achieved, including		
37.33	partial achievements as evidenced by approved		
37.34	progress reports. Reasonable amounts may be		
37.35	advanced to projects to accommodate		

constructing the capital improvement project.

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39.1 Subd. 17. Accessibility

- 39.2 Structural and nonstructural facilities must
- meet the design standards in the Americans
- 39.4 with Disabilities Act (ADA) accessibility
- 39.5 guidelines.
- 39.6 Subd. 18. Carryforward; Extensions
- 39.7 The availability of the appropriations for the
- 39.8 <u>following projects is extended to June 30,</u>
- 39.9 2024:
- 39.10 (1) Laws 2018, chapter 214, article 4, section
- 39.11 2, subdivision 6, paragraph (a), Minnesota
- 39.12 Invasive Terrestrial Plants and Pests Center-
- 39.13 Phase 4;
- 39.14 (2) Laws 2018, chapter 214, article 4, section
- 39.15 2, subdivision 8, paragraph (e), Restoring
- 39.16 Forests in Minnesota State Parks;
- 39.17 (3) Laws 2019, First Special Session chapter
- 39.18 4, article 2, section 2, subdivision 3, paragraph
- 39.19 (d), Minnesota Trumpeter Swan Migration
- 39.20 Ecology and Conservation;
- 39.21 (4) Laws 2019, First Special Session chapter
- 39.22 4, article 2, section 2, subdivision 8, paragraph
- 39.23 (g), Agricultural Weed Control Using
- 39.24 Autonomous Mowers;
- 39.25 (5) Laws 2019, First Special Session chapter
- 39.26 4, article 2, section 2, subdivision 10,
- 39.27 paragraph (d), Grants Management System;
- 39.28 and
- 39.29 (6) Laws 2021, First Special Session chapter
- 39.30 6, article 5, section 2, subdivision 10,
- 39.31 Emerging Issues Account; Wastewater
- 39.32 Renewable Energy Demonstration Grants.

Sec. 3. Laws 2022, chapter 94, section 2, subdivision 5, is amended to read: 40.1 Subd. 5. Environmental Education -()-4,269,000 40.2 (a) Teacher Field School: Stewardship through 40.3 **Nature-Based Education** 40.4 \$500,000 the second year is from the trust 40.5 fund to the commissioner of natural resources 40.6 for an agreement with Hamline University to 40.7 create an immersive, research-backed field 40.8 school for teachers to use nature-based 40.9 education to benefit student well-being and 40.10 academic outcomes while increasing 40.11 40.12 stewardship habits. 40.13 (b) Increasing K-12 Student Learning to Develop Environmental Awareness, Appreciation, and 40.14 **Interest** 40.15 \$1,602,000 the second year is from the trust 40.16 fund to the commissioner of natural resources 40.17 for an agreement with Osprey Wilds 40.18 Environmental Learning Center to partner with 40.19 Minnesota's five other accredited residential 40.20 environmental learning centers to provide 40.21 needs-based scholarships to at least 25,000 40.22 K-12 students statewide for immersive 40.23 multiday environmental learning experiences. 40.24 (c) Expanding Access to Wildlife Learning Bird 40.25 by Bird 40.26 40.27 \$276,000 the second year is from the trust fund to the commissioner of natural resources 40.28 to engage young people from diverse 40.29 communities in wildlife conservation through 40.30 bird-watching in schools, outdoor leadership 40.31 40.32 training, and participating in neighborhood bird walks. 40.33 (d) Engaging a Diverse Public in Environmental 40.34 **Stewardship** 40.35

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41.1	\$300,000 the second year is from the trust
41.2	fund to the commissioner of natural resources
41.3	for an agreement with Great River Greening
41.4	to increase participation in natural resources
41.5	restoration efforts through volunteer,
41.6	internship, and youth engagement activities
41.7	that target diverse audiences more accurately
41.8	reflecting local demographic and
41.9	socioeconomic conditions in Minnesota.
41.10 41.11	(e) Bugs Below Zero: Engaging Citizens in Winter Research
41.12	\$198,000 the second year is from the trust
41.13	fund to the Board of Regents of the University
41.14	of Minnesota to raise awareness about the
41.15	winter life of bugs, inspire learning about
41.16	stream food webs, and engage citizen scientists
41.17	in research and environmental stewardship.
41.18 41.19	(f) ESTEP: Earth Science Teacher Education Project
41.20	\$495,000 the second year is from the trust
41.21	fund to the commissioner of natural resources
41.22	for an agreement with the Minnesota Science
41.23	Teachers Association to provide professional
41.24	development for Minnesota science teachers
41.25	in environmental and earth science to
41.26	strengthen environmental education in schools.
41.27 41.28	(g) YES! Students Take Action to Complete Eco Projects
41.29	\$199,000 the second year is from the trust
41.30	fund to the commissioner of natural resources
41.31	for an agreement with Prairie Woods
41.32	Environmental Learning Center, in partnership
41.33	with Ney Nature Center and Laurentian
41.34	Environmental Center, to empower Minnesota
41.35	youth to connect with natural resource experts,

42.1	identify ecological challenges, and take action				
42.2	to complete innovative projects in their				
42.3	communities.				
42.4 42.5	(h) Increasing Diversity in Environmental Careers				
42.6	\$500,000 the second year is from the trust				
42.7	fund to the commissioner of natural resources,				
42.8	in cooperation with Conservation Corps				
42.9	Minnesota and Iowa, to encourage a diversity				
42.10	of students to pursue careers in the				
42.11	environment and natural resources through				
42.12	internships, mentorships, and fellowships with				
42.13	the Department of Natural Resources, the				
42.14	Board of Water and Soil Resources, and the				
42.15	Pollution Control Agency.				
42.16 42.17	(i) Diversity and Access to Wildlife-Related Opportunities				
42.18	\$199,000 the second year is from the trust				
42.19	fund to the Board of Regents of the University				
42.20	of Minnesota to broaden the state's				
42.21	conservation constituency by researching				
42.22	diverse communities' values about nature and				
42.23	wildlife experiences and identifying barriers				
42.24	to engagement.				
42.25	Sec. 4. Laws 2022, chapter 94, section 2, subdivision 9, is amend	ded to read:			
42.26	Subd. 9. Habitat and Recreation	-0-	26,179,000		
42.27 42.28	(a) Mesabi Trail: Wahlsten Road (CR 26) to toward Tower				
42.29	\$1,307,000 the second year is from the trust				
42.30	fund to the commissioner of natural resources				
42.31	for an agreement with the St. Louis and Lake				
42.32	Counties Regional Railroad Authority to				
42.33	acquire easements, engineer, and construct a				
42.34	segment of the Mesabi Trail beginning at the				

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or repairing existing state trail bridges.

44.35

45.5	for the scientific and natural areas (SNA)			
45.6	program to restore and enhance exceptional			
45.7	habitat on SNAs and increase public			
45.8	involvement and outreach.			
45.9 45.10	(i) The Missing Link: Gull Lake Trail, Fairview Township			
45.11	\$1,394,000 the second year is from the trust			
45.12	fund to the commissioner of natural resources			
45.13	for an agreement with Fairview Township to			
45.14	complete the Gull Lake Trail by engineering			
45.15	and constructing the trail's final segment			
45.16	through Fairview Township in the Brainerd			
45.17	Lakes area.			
45.18	(j) Silver Bay Multimodal Trailhead Project			
45.19	\$1,000,000 the second year is from the trust			
45.20	fund to the commissioner of natural resources			
45.21	for an agreement with the city of Silver Bay			
45.22	to develop a multimodal trailhead center to			
45.23	provide safe access to the Superior,			
45.24	Gitchi-Gami, and C.J. Ramstad/North Shore			
45.25	trails; Black Beach Park; and other			
45.26	recreational destinations.			
45.27 45.28	(k) Brookston Campground, Boat Launch, and Outdoor Recreational Facility			
45.29	\$453,000 the second year is from the trust			
45.30	fund to the commissioner of natural resources			
45.31	for an agreement with the city of Brookston			
45.32	to build a campground, boat launch, and			
45.33	outdoor recreation area on the banks of the St.			
45.34	Louis River in northeastern Minnesota. Before			
45.35	any trust fund dollars are spent, the city must			

46.1	demonstrate that all funds to complete the		
46.2	project are secured and a fiscal agent must be		
46.3	approved in the work plan.		
46.4	(l) Silver Lake Trail Connection		
46.5	\$727,000 the second year is from the trust		
46.6	fund to the commissioner of natural resources		
46.7	for an agreement with the city of Virginia to		
46.8	design, engineer, and construct a multiuse trail		
46.9	that will connect Silver Lake Trail to a new		
46.10	Miners Entertainment and Convention Center		
46.11	and provide lighting on Bailey Lake Trail.		
46.12 46.13	(m) Floodwood Campground Improvement Project		
46.14	\$816,000 the second year is from the trust		
46.15	fund to the commissioner of natural resources		
46.16	for an agreement with the city of Floodwood		
46.17	to upgrade the Floodwood Campground and		
46.18	connecting trails to provide high-quality nature		
46.19	and recreation experience for people of all		
46.20	ages.		
46.21 46.22	(n) Ranier Safe Harbor/Transient Dock - Phase 2		
46.23	\$1,000,000 the second year is from the trust		
46.24	fund to the commissioner of natural resources		
46.25	for an agreement with the city of Ranier to		
46.26	construct a safe harbor and transient dock to		
46.27	accommodate watercraft of many sizes to		
46.28	improve public access for boat recreation on		
46.29	Rainy Lake. Before trust fund dollars are		
46.30	spent, a fiscal agent must be approved in the		
46.31	work plan. Before any trust fund dollars are		
46.32	spent, the city must demonstrate that all funds		
46.33	to complete the project are secured. Any		
46.34	revenue generated from selling products or		
46.35	assets developed or acquired with this		

Sec. 5. EFFECTIVE DATE.

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This article is effective the day following final enactment.

47.7 ARTICLE 2

47.8 **CAPITAL PROJECTS**

Section 1. Minnesota Statutes 2022, section 116P.15, is amended to read:

116P.15 CAPITAL CONSTRUCTION AND LAND ACQUISITION;

RESTRICTIONS.

Subdivision 1. **Scope.** A recipient of an appropriation from the trust fund or the Minnesota future resources fund who acquires an interest in real property with the appropriation must comply with this section subdivision 2. For the purposes of this section, "interest in real property" includes, but is not limited to, an easement or fee title to property. A recipient of an appropriation from the trust fund who uses any portion of the appropriation for a capital construction project with a total cost of \$10,000 or more must comply with subdivision 3.

- Subd. 2. <u>Land acquisition restrictions</u>; modification procedure. (a) An <u>easement</u>, fee <u>title</u>, or other interest in real property acquired with an appropriation from the trust fund or the Minnesota future resources fund must be used in perpetuity or for the specific term of an easement interest for the purpose for which the appropriation was made. The ownership of the interest in real property transfers to the state if: (1) the holder of the interest in real property fails to comply with the terms and conditions of the grant agreement or work plan; or (2) restrictions are placed on the land that preclude its use for the intended purpose as specified in the appropriation.
- (b) A recipient of funding who acquires an interest in real property subject to this section may not alter the intended use of the interest in real property or convey any interest in the real property acquired with the appropriation without the prior review and approval of the commission or its successor. The commission shall notify the chairs and ranking minority members of the legislative committees and divisions with jurisdiction over the trust fund or Minnesota future resources fund at least 15 business days before approval under this paragraph. The commission shall establish procedures to review requests from recipients

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to alter the use of or convey an interest in real property. These procedures shall allow for the replacement of the interest in real property with another interest in real property meeting the following criteria:

- (1) the interest must be at least equal in fair market value, as certified by the commissioner of natural resources, to the interest being replaced; and
- (2) the interest must be in a reasonably equivalent location, and have a reasonably equivalent useful conservation purpose compared to the interest being replaced, taking into consideration all effects from fragmentation of the whole habitat.
- (c) A recipient of funding who acquires an interest in real property under paragraph (a) must separately record a notice of funding restrictions in the appropriate local government office where the conveyance of the interest in real property is filed. The notice of funding agreement must contain:
 - (1) a legal description of the interest in real property covered by the funding agreement;
- 48.14 (2) a reference to the underlying funding agreement;
 - (3) a reference to this section; and
- 48.16 (4) the following statement:

"This interest in real property shall be administered in accordance with the terms, conditions, and purposes of the grant agreement controlling the acquisition of the property. The interest in real property, or any portion of the interest in real property, shall not be sold, transferred, pledged, or otherwise disposed of or further encumbered without obtaining the prior written approval of the Legislative-Citizen Commission on Minnesota Resources or its successor. The ownership of the interest in real property transfers to the state if: (1) the holder of the interest in real property fails to comply with the terms and conditions of the grant agreement or work plan; or (2) restrictions are placed on the land that preclude its use for the intended purpose as specified in the appropriation."

Subd. 3. Capital construction restrictions; modification procedure. (a) A recipient of an appropriation from the trust fund who uses the appropriation to wholly or partially construct a building, trail, campground, or other capital asset may not alter the intended use of the capital asset or convey any interest in the capital asset for 25 years from the date the project is completed without the prior review and approval of the commission or its successor. The commission must notify the chairs and ranking minority members of the legislative committees and divisions with jurisdiction over the trust fund at least 15 business days before approval under this paragraph. The commission must establish procedures to review

requests from recipients to alter the use of or convey an interest in a capital asset under this 49.1 paragraph. These procedures must require that: 49.2 (1) the sale price must be at least fair market value; and 49.3 (2) the trust fund must be repaid a portion of the sale price equal to the percentage of 49.4 49.5 the total funding provided by the fund for constructing the capital asset. (b) The commission or its successor may waive the requirements under paragraph (a), 49.6 clauses (1) and (2), by recommendation to the legislature if the transfer allows for a continued 49.7 use of the asset in a manner consistent with the original appropriation purpose or with the 49.8 purposes of the trust fund. 49.9 (c) If both a capital asset and the real property on which the asset is located were wholly 49.10 or partially purchased with an appropriation from the trust fund and the commission approves 49.11 a request to alter the use of or convey an interest in the real property under subdivision 2, 49.12 a separate approval under this subdivision to alter the use of the capital asset is not required. 49.13 (d) A recipient of an appropriation from the trust fund who uses the appropriation to 49.14 wholly or partially construct a building, trail, campground, or other capital asset must 49.15 separately record a notice of funding restrictions in the appropriate local government office. 49.16 The notice of funding restrictions must contain: 49.17 (1) a legal description of the interest in real property covered by the funding agreement; 49.18 (2) a reference to the underlying funding agreement; 49.19 (3) a reference to this subdivision; and 49.20 (4) the following statement: 49.21 "This interest in real property must be administered in accordance with the terms, 49.22 conditions, and purposes of the grant agreement controlling the improvement of the property. 49.23 49.24 The interest in real property, or any portion of the interest in real property, must not be altered from its intended use or be sold, transferred, pledged, or otherwise disposed of or 49.25 further encumbered without obtaining the prior written approval of the Legislative-Citizen 49.26 Commission on Minnesota Resources or its successor." 49.27 49.28 Sec. 2. Minnesota Statutes 2022, section 116P.16, is amended to read: 116P.16 REAL PROPERTY INTERESTS; REPORT. 49.29 (a) By December 1 each year, a recipient of an appropriation from the trust fund, that 49.30 is used for the acquisition of an interest in real property, including, but not limited to, an 49.31

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50.1	easement or fee title, or for the construction of a building, trail, campground, or other capital
50.2	asset with a total cost of \$10,000 or more must submit annual reports on the status of the
50.3	real property to the Legislative-Citizen Commission on Minnesota Resources or its successor
50.4	in a form determined by the commission. The responsibility for reporting under this section
50.5	may be transferred by the recipient of the appropriation to another person who holds the
50.6	interest in the real property. To complete the transfer of reporting responsibility, the recipient
50.7	of the appropriation must:
50.8	(1) inform the person to whom the responsibility is transferred of that person's reporting
50.9	responsibility;
50.10	(2) inform the person to whom the responsibility is transferred of the property restrictions
50.10	(2) inform the person to whom the responsibility is transferred of the property restrictions
50.11	under section 116P.15; and
50.12	(3) provide written notice to the commission of the transfer of reporting responsibility,
50.13	including contact information for the person to whom the responsibility is transferred.
50.14	(b) After the transfer, the person who holds the interest in the real property is responsible
50.15	for reporting requirements under this section.
50.16	(c) The annual reporting requirements on the status of a building, trail, campground, or
50.17	other capital asset with a total cost of \$10,000 or more and that was constructed with an
50.18	appropriation from the trust fund expire 25 years after the date the final progress report
50.19	under section 116P.05, subdivision 2, paragraph (b), is approved.
50.20	Sec. 3. [116P.21] ADDITIONAL CAPITAL CONSTRUCTION PROJECT
50.21	REQUIREMENTS.
50.22	Subdivision 1. Full funding. If an appropriation from the trust fund for a capital
50.23	construction project or project phase is not alone sufficient to complete the project or project
50.24	phase and a commitment from sources other than the trust fund is required:
50.25	(1) the commitment must be in an amount that, when added to the appropriation from
50.26	the trust fund, is sufficient to complete the project or project phase; and
50.27	(2) the agency administering the appropriation from the trust fund must not distribute
50.28	the money until the commitment is determined to be sufficient. In determining the sufficiency
50.29	of a commitment under this clause, the agency must apply the standards and principles
50.30	applied by the commissioner of management and budget under section 16A.502.
50.50	applied by the commissioner of management and budget under section 10A.302.
50.31	Subd. 2. Sustainable building guidelines. The sustainable building guidelines established
50.32	under sections 16B.325 and 216B.241, subdivision 9, apply to new buildings and major

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51.1	renovations	funded from the trus	st fund. A recipie	ent of money appropria	ated from the trust
51.2	fund for a ne	ew building or major	renovation mus	t ensure that the projec	t complies with the
51.3	guidelines.				
51.4	Subd. 3.	Applicability. (a) S	ubdivisions 1 an	d 2 do not apply to:	
51.5	(1) a cap	ital construction pro	ject with a total	cost of less than \$10,00	<u>00; or</u>
51.6	(2) a land acquisition project.				
51.7	(b) If lan	d is acquired with tru	ust fund money f	or the purpose of capit	al construction, the
51.8	land acquisi	tion is not exempted	under paragraph	(a), clause (2).	
51.9	<u>Subd. 4.</u>	Other capital const	truction statutes	s. The following statute	es also apply to
51.10	recipients of	appropriations from	n the trust fund: s	sections 16B.32; 16B.3	326; 16B.335,
51.11	subdivisions	3 and 4; 16C.054; 16	6C.16; 16C.28; 1	6C.285; 138.40; 138.66	55; 138.666; 177.41
51.12	to 177.44; an	nd 471.345.			
51.13	Sec. 4. <u>EF</u>	FECTIVE DATE.			
51.14	This artic	cle is effective July 1	1, 2025, and appl	ies to money appropria	ated on or after that
51.15	date.				